

AGENDA ITEM NO. 3

AGENDA REPORT

OVERSIGHT BOARD FOR THE CITY OF MAYWOOD AS SUCCESSOR AGENCY OF THE MAYWOOD COMMUNITY REDEVELOPMENT AGENCY

DATE: SEPTEMBER 16, 2015

TO: HONORABLE CHAIR AND MEMBERS OF THE OVERSIGHT BOARD

FROM: ANDRE DUPRET, PROJECT MANAGER

SUBJECT: REVIEW, APPROVE AND ADOPT RESOLUTION FOR THE
RECOGNIZED OBLIGATION PAYMENT SCHEDULE 15-16B FOR THE
PERIOD JANUARY 1, 2016 THROUGH JUNE 30, 2016

RECOMMENDATION

That the Oversight Board for the City of Maywood ("Oversight Board") as Successor Agency of the Maywood Community Redevelopment Agency ("Successor Agency") approve the attached resolution adopting the Recognized Obligation Payment Schedule for the period January 1, 2016 through June 30, 2016 ("ROPS 15-16B").

FISCAL IMPACT

ROPS 15-16B will pay the Successor Agency's enforceable obligations and administrative expenses incurred from January 1, 2016 through June 30, 2016.

BACKGROUND

On December 29, 2011, in the *CRA v. Matosantos* case, the Court upheld ABX1 26 and invalidated ABX1 27 thereby eliminating redevelopment agencies and the voluntary option to pay to continue redevelopment. All redevelopment agencies in California were dissolved effective February 1, 2012 with assets, properties, and documents transferred to the successor agencies.

Pursuant to the Dissolution Bills, the Successor Agency must submit a report of its enforceable obligations (ROPS 15-16B) for the period January 1, 2016 through June 30, 2016, to the Oversight Board who must officially direct Successor Agency staff to transmit the approved ROPS to the State Department of Finance (DOF).

DISCUSSION

To ensure that the Successor Agency receives funds from the State of California to pay its FY 2015-16 bond indebtedness and other obligation(s), such as administrative and maintenance costs associated with Successor Agency dissolution activities, the DOF requires the Successor Agency prepare a ROPS every six months. The ROPS being considered tonight is the ninth consecutive ROPS that has been brought before the Oversight Board for approval.

Before coming to the Oversight Board, the ROPS 15-16B was first sent to the Successor Agency for action which occurred on September 9, 2015. The Successor Agency approved the ROPS and directed Successor Agency staff to transmit the document to the Oversight Board for final action as required by Dissolution Law. Should the Oversight Board approve the ROPS 15-16B today, the document, together with the adopting resolution, will be submitted to the California Department of Finance, the Los Angeles County Auditor-Controller and other agencies as required by the Dissolution Act for final review and action by the October 5, 2015 deadline.

Attachments: 1) Resolution
2) ROPS 15-16B

ATTACHMENT 1

**Resolution Approving the Recognized Obligations Payment Schedule (ROPS 15-16B)
For the period January 1, 2016 through June 30, 2016**

RESOLUTION NO. _____

A RESOLUTION OF THE OVERSIGHT BOARD OF THE CITY OF MAYWOOD AS SUCCESSOR AGENCY TO THE MAYWOOD COMMUNITY REDEVELOPMENT AGENCY ADOPTING THE NINTH RECOGNIZED OBLIGATIONS PAYMENT SCHEDULE (“ROPS 15-16B”) FOR THE PERIOD JANUARY 1, 2016 THROUGH JUNE 30, 2016 PURSUANT TO HEALTH AND SAFETY CODE SECTION 34177

WHEREAS, the Maywood Community Redevelopment Agency, Maywood, California (“Agency”) was formed for the purpose of revitalizing areas within the City of Maywood pursuant to Health and Safety Code Section 33000, et. seq.; and

WHEREAS, AB X1 26 and AB 1484 (“the Dissolution Bills”) dissolved all redevelopment agencies in the State of California; and

WHEREAS, the City of Maywood opted to serve as Successor Agency to the Maywood Community Redevelopment Agency (“Successor Agency”); and

WHEREAS, under the Dissolution Bills, the Successor Agency must submit a Recognized Obligation Payment Schedule (“ROPS”) every six months that sets forth all of the Successor Agency’s financial obligations over that period; and

WHEREAS, on September 9, 2015, the City as Successor Agency to the Maywood Community Redevelopment Agency reviewed and approved a resolution adopting the Recognized Obligation Payment Schedule for the period of January 1, 2016 through June 30, 2016 (ROPS 15-16B); and

WHEREAS, the Recognized Obligation Payment Schedule for the period January 1, 2016 through June 30, 2016 is due to the California Department of Finance on or before October 5, 2015.

NOW THEREFORE, THE OVERSIGHT BOARD OF THE CITY OF MAYWOOD AS SUCCESSOR AGENCY TO THE MAYWOOD COMMUNITY REDEVELOPMENT AGENCY DOES RESOLVE, DETERMINE, FIND AND ORDER AS FOLLOWS:

SECTION 1. The Oversight Board of the City of Maywood as Successor Agency to the Maywood Community Redevelopment Agency (“Successor Agency”) finds that the above recitations are true and correct and, accordingly, are incorporated as a material part of this Resolution.

SECTION 2. The ROPS 15-16B for the period January 1, 2016 through June 30, 2016, and attached hereto as Attachment 2, are hereby approved, adopted, and incorporated by reference by the Maywood Oversight Board pursuant to Health & Safety Code Section 34177.

SECTION 3. The Maywood Oversight Board hereto authorizes staff to take all necessary administrative actions to comply with Health & Safety Code Section 34177.

SECTION 4. The Maywood Oversight Board Secretary shall certify to the passage and adoption of this resolution and enter it into the book of original resolutions.

PASSED, APPROVED AND ADOPTED ON this 16st day of September, 2016.

Wesly Miguel Hernandez, Chair
Oversight Board of the Successor Agency to the
Maywood Community Redevelopment Agency

ATTEST:

Cesar Hernandez
Oversight Board Secretary

I HEREBY CERTIFY the foregoing resolution was duly adopted by the Oversight Board of the Successor Agency to the Maywood Community Redevelopment Agency at a regular meeting held on the 16th day of September, 2015 by the following vote:

AYES:

NAYES:

ABSENT:

ABSTAIN:

Cesar Hernandez
Oversight Board Secretary

ATTACHMENT 2

**Ninth Recognized Obligations Payment Schedule (ROPS 15-16B)
For the period January 1, 2016 through June 30, 2016**

Recognized Obligation Payment Schedule (ROPS 15-16B) - Summary

Filed for the January 1, 2016 through June 30, 2016 Period

Name of Successor Agency: Maywood

Name of County: Los Angeles

Current Period Requested Funding for Outstanding Debt or Obligation		Six-Month Total
Enforceable Obligations Funded with Non-Redevelopment Property Tax Trust Fund (RPTTF) Funding		
A Sources (B+C+D):		\$ -
B Bond Proceeds Funding (ROPS Detail)		-
C Reserve Balance Funding (ROPS Detail)		-
D Other Funding (ROPS Detail)		-
E Enforceable Obligations Funded with RPTTF Funding (F+G):		\$ 452,845
F Non-Administrative Costs (ROPS Detail)		418,245
G Administrative Costs (ROPS Detail)		34,600
H Total Current Period Enforceable Obligations (A+E):		\$ 452,845

Successor Agency Self-Reported Prior Period Adjustment to Current Period RPTTF Requested Funding		
I Enforceable Obligations funded with RPTTF (E):		452,845
J Less Prior Period Adjustment (Report of Prior Period Adjustments Column S)		-
K Adjusted Current Period RPTTF Requested Funding (I-J)		\$ 452,845

County Auditor Controller Reported Prior Period Adjustment to Current Period RPTTF Requested Funding		
L Enforceable Obligations funded with RPTTF (E):		452,845
M Less Prior Period Adjustment (Report of Prior Period Adjustments Column AA)		-
N Adjusted Current Period RPTTF Requested Funding (L-M)		452,845

Certification of Oversight Board Chairman:
Pursuant to Section 34177 (m) of the Health and Safety code, I
hereby certify that the above is a true and accurate Recognized
Obligation Payment Schedule for the above named agency.

Andre Dupret

Name Title

/s/

Signature Date

Maywood Recognized Obligation Payment Schedule (ROPS 15-16B) - ROPS Detail January 1, 2016 through June 30, 2016 (Report Amounts in Whole Dollars)															
A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P
Item #	Project Name / Debt Obligation	Obligation Type	Contract/Agreement Execution Date	Contract/Agreement Termination Date	Payee	Description/Project Scope	Project Area	Total Outstanding Debt or Obligation	Retired	Funding Source					Six-Month Total
										Non-Redevelopment Property Tax Trust Fund (Non-RPTTF)			RPTTF		
										Bond Proceeds	Reserve Balance	Other Funds	Non-Admin	Admin	
								\$ 16,960,000		\$ -	\$ -	\$ -	\$ 418,245	\$ 34,600	\$ 452,845
1	2007 Tax Allocation Bonds	Bonds Issued On or	5/1/2007	8/1/2037	Wells Fargo Bank	Tax Allocation Bonds, Series 2007. On			N				394,225		\$ 394,225
2	Bank Trustee Admin Fee	Fees	7/1/2015	7/1/2016	Wells Fargo Bank	Annual bank trustee fee and administration fee for 2007 Bond Reserve Fund held at trustee bank		16,960,000	N				2,500		\$ 2,500
3	Advances from the City of Maywood	City/County Loans On or Before 6/27/11	07/01/50	06/30/12	City of Maywood	Advances that are payable to the City of Maywood made from loans in previous fiscal years plus interest that has accrued on the outstanding advances payable for a total of \$4,246,993 as of June 30, 2012.			Y						\$ -
4	Jones & Mayer Legal Expenses	Admin Costs	7/1/2015	7/1/2016	Jones & Mayer	Maywood Successor Agency Legal Expenses			N					10,000	\$ 10,000
5	Successor Agency Staff Administrative Costs	Admin Costs	7/1/2015	12/31/2015	City of Maywood	Administrative Costs-Staff			N					24,600	\$ 24,600
6	Maintenance & Improvement-CDC Agency-owned properties	Property Maintenance	7/1/2015	12/31/2015	City of Maywood	Maintenance & Improvement-CDC Agency-owned properties a. 5102 District Blvd. (commercial site) b. 5110 District Blvd. (commercial site) c. 5515 Maywood Ave. (pocket park site) d. 4801 E. Slauson Ave. (commercial site)			N				300		\$ 300
8	Other - Due to City of Maywood	City/County Loans On or Before 6/27/11	07/01/14	12/31/14	City of Maywood	Funds due to City of Maywood for administration costs provided by City Staff as of Fiscal Year Ending June 30, 2011, prior to the creation of the Maywood Successor Agency			Y						\$ -
9	LRPMP Consultant	Fees	7/1/2015	12/31/2015	To be determined	Fees and expenses for dissolution-related activities of CDC-owned properties			N				21,220		\$ 21,220
10	Oversight Board Legal Counsel	Admin Costs	7/1/2015	12/31/2015	Colantuono & Levin	Estimated fees for Oversight Board legal counsel			N						\$ -
11	Other - Due to LACDC	Third-Party Loans	7/1/2014	12/31/2015	LA CDC	Refund of receipt of payment from loan recipient of CDBG housing rehabilitation loan booked as Successor Agency revenue			N						\$ -
12									N						\$ -
13									N						\$ -
14									N						\$ -
15									N						\$ -
16									N						\$ -
17									N						\$ -
18									N						\$ -
19									N						\$ -
20									N						\$ -
21									N						\$ -
22									N						\$ -
23									N						\$ -

Maywood Recognized Obligation Payment Schedule (ROPS 15-16B) - Report of Cash Balances
(Report Amounts in Whole Dollars)

Pursuant to Health and Safety Code section 34177 (I), Redevelopment Property Tax Trust Fund (RPTTF) may be listed as a source of payment on the ROPS, but only to the extent no other funding source is available or when payment from property tax revenues is required by an enforceable obligation. For tips on how to complete the Report of Cash Balances Form, see [Cash Balance Tips Sheet](#)

A	B	C	D	E	F	G	H	I	
	Cash Balance Information by ROPS Period	Fund Sources						Comments	
		Bond Proceeds		Reserve Balance		Other	RPTTF		
		Bonds Issued on or before 12/31/10	Bonds Issued on or after 01/01/11	Prior ROPS period balances and DDR RPTTF balances retained	Prior ROPS RPTTF distributed as reserve for future period(s)	Rent, Grants, Interest, Etc.	Non-Admin and Admin		
ROPS 14-15B Actuals (01/01/15 - 06/30/15)									
1	Beginning Available Cash Balance (Actual 01/01/15)						746,720		
2	Revenue/Income (Actual 06/30/15) RPTTF amounts should tie to the ROPS 14-15B distribution from the County Auditor-Controller during January 2015						408,667		
3	Expenditures for ROPS 14-15B Enforceable Obligations (Actual 06/30/15) RPTTF amounts, H3 plus H4 should equal total reported actual expenditures in the Report of PPA, Columns L and Q						492,264		
4	Retention of Available Cash Balance (Actual 06/30/15) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)								
5	ROPS 14-15B RPTTF Prior Period Adjustment RPTTF amount should tie to the self-reported ROPS 14-15B PPA in the Report of PPA, Column S	No entry required						-	
6	Ending Actual Available Cash Balance C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 663,123		
ROPS 15-16A Estimate (07/01/15 - 12/31/15)									
7	Beginning Available Cash Balance (Actual 07/01/15) (C, D, E, G = 4 + 6, F = H4 + F4 + F6, and H = 5 + 6)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 663,123		
8	Revenue/Income (Estimate 12/31/15) RPTTF amounts should tie to the ROPS 15-16A distribution from the County Auditor-Controller during June 2015								
9	Expenditures for ROPS 15-16A Enforceable Obligations (Estimate 12/31/15)								
10	Retention of Available Cash Balance (Estimate 12/31/15) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)								
11	Ending Estimated Available Cash Balance (7 + 8 - 9 -10)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 663,123		

Maywood Recognized Obligation Payment Schedule (ROPS 15-16B) - Report of Prior Period Adjustments
Reported for the ROPS 14-15B (January 1, 2015 through June 30, 2015) Period Pursuant to Health and Safety Code (HSC) section 34186 (a)
(Report Amounts in Whole Dollars)

ROPS 14-15B Successor Agency (SA) Self-reported Prior Period Adjustments (PPA): Pursuant to HSC Section 34186 (a), SAs are required to report the differences between their actual available funding and their actual expenditures for the ROPS 14-15B (January through June 2015) period. The amount of Redevelopment Property Tax Trust Fund (RPTTF) approved for the ROPS 15-16B (January through June 2016) period will be offset by the SA's self-reported ROPS 14-15B prior period adjustment. HSC Section 34186 (a) also specifies that the prior period adjustments self-reported by SAs are subject to audit by the county auditor-controller (CAC) and the State Controller.

[illegible]